

m/47/013

From: Kurt Seel
To: Burns, Joelle
Date: Wed, Jul 19, 2000 9:10 AM
Subject: Re: Zeigler Chemical Surety

Joelle,

I have reviewed the proposed surety bond, as corrected, and it appears fine. If you have any questions, please contact me.

Kurt

>>> Joelle Burns 07/18/00 05:39PM >>>

Thanks for checking on this surety company Kurt. Yes, I checked the updated list of acceptable surety companies and as of 7/12/00 Great American is on it - I also checked the Best Rating Guide and as of 7/18 they have an "A" rating.

If you could finalize your review of the surety bond (as corrected) without the amount included, so when we finalize the amount required, we could tell the company to finalize the surety bond, have it signed and send to us that would really help. If you need the amount before you can finalize it, we will just have to wait. We will also need a new reclamation contract signed by the company also - so after we receive the amount and the surety company, so we can complete the RC, we'll have to send that to you as well.

You're right, that is interesting that Spencer Zettler is an attorney to sign for Frontier Insurance and also for Great American - however William Hutto is signing for Great American - which is probably good. On looking at the original Frontier Bond, William Hutto is the only attorney listed on that one. Hope they haven't gotten the two names mixed up. Maybe this Spencer has joined in since we got the Frontier bond.

>>> Kurt Seel 07/18 3:22 PM >>>

Joelle,

I have glanced at the preliminary notice of cancellation, surety bond, etc. for Zeigler and it appears fine at this point. I will wait until the final amounts are included and the other information provided to finalize my review. I checked the July 1999 federal surety list and Great American is on it; I assume the Division has checked the current list and Great American is still acceptable.

Interestingly, the same person, Spencer Zettler, is authorized to act on behalf of both Frontier Ins. and Great American Insurance Company, because his name appears on documents from both companies. I will wait to hear from you further.

Kurt